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FILED IN THE
U.S. DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

May 14, 2021

SEAN F. McAVOY, CLERK

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

Security National Insurance Company,

Plaintiff,

v.

Construction Associates of Spokane, Inc.

and Mark and Jennifer Wilson,

Defendants.

NO. 2:20-cv-00167-SMJ

STIPULATED PROTECTIVE
ORDER

Mark and Jennifer Wilson,

Counterclaim Plaintiffs

v.

Security National Insurance Company,

Counterclaims Defendant.

I. PURPOSES AND LIMITATIONS

Discovery in this action is likely to involve production of confidential, proprietary, or private information for which special protection may be warranted. Accordingly, the parties hereby stipulate to and petition the court to enter the following Stipulated Protective Order. The parties acknowledge that this agreement is consistent with Fed. R. Civ. P. 26(c). It does not confer blanket protection on all disclosures or responses to discovery, the protection it

1 affords from public disclosure and use extends only to the limited information or
2 items that are entitled to confidential treatment under the applicable legal
3 principles, and it does not presumptively entitle parties to file confidential
4 information under seal.
5

6 **II. “CONFIDENTIAL” MATERIAL**

7 “Confidential” material shall only include portions of the following
8 documents and tangible things produced or otherwise exchanged:
9

10 **All documents relating to underwriting for the insurance
11 policies that Security National issued to Merit between January
12 1, 2013 and the present, including but not limited to Security
13 National’s Underwriting File for Coverage Provided Merit
14 Electric Company. .**

15 **Security National Claims Manuals, Guidelines, or Materials
16 that Apply Generally to Security National’s handling of the
17 type of claims at issue in this case**

18 **III. SCOPE**

19 The protections conferred by this agreement cover not only confidential
20 material (as defined above), but also (1) any information copied or extracted
21 from confidential material; (2) all copies, excerpts, summaries, or compilations
22 of confidential material; and (3) any testimony, conversations, or presentations
23 by parties or their counsel that might reveal confidential material. However, the
24 protections conferred by this agreement do not cover information that is in the
25 public domain or becomes part of the public domain through trial or otherwise.
26

STIPULATED PROTECTIVE ORDER – 2

1 **IV. ACCESS TO AND USE OF CONFIDENTIAL MATERIAL**

2 A. Basic Principles. A receiving party may use confidential material
3 that is disclosed or produced by another party or by a non-party in connection with
4 this case only for prosecuting, defending, or attempting to settle this litigation.
5 Confidential material may be disclosed only to the categories of persons and under
6 the conditions described in this agreement. Confidential material must be stored
7 and maintained by a receiving party at a location and in a secure manner that
8 ensures that access is limited to the persons authorized under this agreement.

9
10 B. Disclosure of “CONFIDENTIAL” Information or Items. Unless
11 otherwise ordered by the court or permitted in writing by the designating party, a
12 receiving party may disclose any confidential material only to:

13 1. its counsel of record in this action, as well as employees of
14 counsel to whom it is reasonably necessary to disclose the information for this
15 litigation;

16 2. the officers, directors, and employees (including in house
17 counsel) of any receiving party to whom disclosure is reasonably necessary for
18 this litigation;

19 3. experts and consultants who have signed the
20 “Acknowledgment and Agreement to Be Bound” (Exhibit A);
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22 ///

1 4. the court, court personnel, and court reporters and their staff;

2 5. copy or imaging services retained by counsel to assist in the
3 duplication of confidential material, provided that counsel for the party retaining
4 the copy or imaging service instructs the service not to disclose any confidential
5 material to third parties and to immediately return all originals and copies of any
6 confidential material;

7 6. witnesses in the action who have signed the

8
9
10 “Acknowledgment and Agreement to Be Bound” (Exhibit A), unless otherwise
11 agreed by the designating party or ordered by the court; and

12 7. the author or recipient of a document containing the

13
14 information or a custodian or other person who otherwise possessed or knew the
15 information.

16
17 C. Filing Confidential Material. Before filing confidential material or
18 discussing or referencing such material in court filings, the filing party shall
19 confer with the designating party, in accordance with Fed. R. Civ. P. 5.2, to
20 determine whether the designating party will remove the confidential designation,
21 whether the document can be redacted, or whether a motion to seal or stipulation
22 and proposed order is warranted. During the meet and confer process, the
23 designating party must identify the basis for sealing the specific confidential
24 information at issue, and the filing party shall include this basis in its motion to

1 seal, along with any objection to sealing the information at issue. Fed. R. Civ. P.
2 5.2 sets forth the procedures that must be followed and the standards that will be
3 applied when a party seeks permission from the court to file material under seal.
4
5 A party who seeks to maintain the confidentiality of its information must satisfy
6 the requirements of Fed. R. Civ. P. 5.2, even if it is not the party filing the motion
7 to seal. Failure to satisfy this requirement will result in the motion to seal being
8 denied, in accordance with the strong presumption of public access to the Court's
9 files.

11 **V. DESIGNATING PROTECTED MATERIAL**

12
13 **A. Exercise of Restraint and Care in Designating Material for**
14 **Protection.** Each party or non-party that designates information or items for
15 protection under this agreement must take care to limit any such designation to
16 specific material that qualifies under the appropriate standards. The designating
17 party must designate for protection only those parts of material, documents, items,
18 or oral or written communications that qualify, so that other portions of the
19 material, documents, items, or communications for which protection is not
20 warranted are not swept unjustifiably within the ambit of this agreement.
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23 Mass, indiscriminate, or routinized designations are prohibited.
24
25 Designations that are shown to be clearly unjustified or that have been made for
26 an improper purpose (e.g., to unnecessarily encumber or delay the case

1 development process or to impose unnecessary expenses and burdens on other
2 parties) expose the designating party to sanctions.

3 If it comes to a designating party's attention that information or items that
4 it designated for protection do not qualify for protection, the designating party
5 must promptly notify all other parties that it is withdrawing the mistaken
6 designation.

7 B. Manner and Timing of Designations. Except as otherwise provided
8 in this agreement (see, e.g., second paragraph of section 5.2(a) below), or as
9 otherwise stipulated or ordered, disclosure or discovery material that qualifies for
10 protection under this agreement must be clearly so designated before or when the
11 material is disclosed or produced.

12 1. Information in documentary form: (e.g., paper or electronic
13 documents and deposition exhibits, but excluding transcripts of depositions or
14 other pretrial or trial proceedings), the designating party must affix the word
15 “CONFIDENTIAL” to each page that contains confidential material. If only a
16 portion or portions of the material on a page qualifies for protection, the
17 producing party also must clearly identify the protected portion(s) (e.g., by
18 making appropriate markings in the margins).

19 2. Testimony given in deposition or in other pretrial
20 proceedings: the parties and any participating non-parties must identify on the

1 record, during the deposition or other pretrial proceeding, all protected
2 testimony, without prejudice to their right to so designate other testimony after
3 reviewing the transcript. Any party or non-party may, within fifteen days after
4 receiving the transcript of the deposition or other pretrial proceeding, designate
5 portions of the transcript, or exhibits thereto, as confidential. If a party or non-
6 party desires to protect confidential information at trial, the issue should be
7 addressed during the pre-trial conference.

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10 3. Other tangible items: the producing party must affix in a
11 prominent place on the exterior of the container or containers in which the
12 information or item is stored the word “CONFIDENTIAL.” If only a portion or
13 portions of the information or item warrant protection, the producing party, to
14 the extent practicable, shall identify the protected portion(s).

15
16 C. Inadvertent Failures to Designate. If timely corrected, an inadvertent
17 failure to designate qualified information or items does not, standing alone, waive
18 the designating party’s right to secure protection under this agreement for such
19 material. Upon timely correction of a designation, the receiving party must make
20 reasonable efforts to ensure that the material is treated in accordance with the
21 provisions of this agreement.

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VI. CHALLENGING CONFIDENTIALITY DESIGNATIONS

A. Timing of Challenges. Any party or non-party may challenge a designation of confidentiality at any time. A party does not waive its right to challenge a confidentiality designation by electing not to mount a challenge promptly after the original designation is disclosed.

B. Meet and Confer. The parties must make every attempt to resolve any dispute regarding confidential designations without court involvement. Any motion regarding confidential designations or for a protective order must include a certification, in the motion or in a declaration or affidavit, that the movant has engaged in a good faith meet and confer conference with other affected parties in an effort to resolve the dispute without court action. The certification must list the date, manner, and participants to the conference. A good faith effort to confer requires a face-to-face meeting or a telephone conference.

C. Judicial Intervention. If the parties cannot resolve a challenge without court intervention, either party may file a motion with the court to address the issue. The burden of persuasion in any such motion shall be on the designating party. Frivolous confidentiality designations and any motion practice related thereto and those made for an improper purpose (e.g., to harass, create delay, or impose unnecessary expenses and burdens on other parties) may

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1 expose the designating party to sanctions. All parties shall continue to maintain
2 the material in question as confidential until the court rules on the challenge.
3

4 **VII. PROTECTED MATERIAL SUBPOENAED OR ORDERED
5 PRODUCED IN OTHER LITIGATION**

6 If a party is served with a subpoena or a court order issued in other
7 litigation that compels disclosure of any information or items designated in this
8 action as "CONFIDENTIAL," that party must:

9 1. promptly notify the designating party in writing and include
10 a copy of the subpoena or court order;

12 2. promptly notify in writing the party who caused the
13 subpoena or order to issue in the other litigation that some or all of the material
14 covered by the subpoena or order is subject to this agreement. Such notification
15 shall include a copy of this agreement; and

17 3. cooperate with respect to all reasonable procedures sought to
18 be pursued by the designating party whose confidential material may be
19 affected.

22 **VIII. UNAUTHORIZED DISCLOSURE OF PROTECTED MATERIAL**

23 If a receiving party learns that, by inadvertence or otherwise, it has
24 disclosed confidential material to any person or in any circumstance not
25 authorized under this agreement, the receiving party must immediately (a) notify
26

1 in writing the designating party of the unauthorized disclosures, (b) use its best
2 efforts to retrieve all unauthorized copies of the protected material, (c) inform
3 the person or persons to whom unauthorized disclosures were made of all the
4 terms of this agreement, and (d) request that such person or persons execute the
5 “Acknowledgment and Agreement to Be Bound” that is attached hereto as
6

7 Exhibit A.

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9 **IX. NON TERMINATION AND RETURN OF DOCUMENTS**

10 Within 60 days after the termination of this action, including all appeals,
11 each receiving party must return all confidential material to the producing party,
12 including all copies, extracts and summaries thereof. Alternatively, the parties
13 may agree upon appropriate methods of destruction.
14

15 Notwithstanding this provision, counsel are entitled to retain one archival
16 copy of all documents filed with the court, trial, deposition, and hearing
17 transcripts, correspondence, deposition and trial exhibits, expert reports, attorney
18 work product, and consultant and expert work product, even if such materials
19 contain confidential material.
20

21 The confidentiality obligations imposed by this agreement shall remain in
22 effect until a designating party agrees otherwise in writing or a court orders
23 otherwise.
24

1
2 IT IS SO STIPULATED, THROUGH COUNSEL OF RECORD.
3

4 DATED: 5/12/21

CARNEY BADLEY SPELLMAN,
P.S.

S/ Linda B. Clapham

Jeffrey D. Laveson, WSBA No. 16351
Linda B. Clapham, WSBA No. 16735
Attorneys for Plaintiffs Security
National Insurance Company

10 DATED: 5/11/21

FELTMAN EWING, PS

S/ Brad E. Smith (per email approval)

Brad E. Smith, WSBA No. 16435
Attorneys for Defendants Construction
Associates of Spokane, Inc.

14 DATED: 5/11/21

LUKINS & ANNIS, P.S

*S/ Charles Hausberg (per email
approval)*

Charles Hausberg, WSBA No. 50029
Michael A. Maurer, WSBA No. 20230
Attorneys for Defendants Mark and
Jennifer Wilson

21 PURSUANT TO STIPULATION, IT IS SO ORDERED

22 DATED May 14, 2021.



A handwritten signature in black ink, appearing to read "J.T. Rodgers".

24
25 JOHN T. RODGERS
26 UNITED STATES MAGISTRATE JUDGE

EXHIBIT A

ACKNOWLEDGMENT AND AGREEMENT TO BE BOUND

I, _____ [print or type full name], of _____ [print or type full address], declare under penalty of perjury that I have read in its entirety and understand the Stipulated Protective Order that was issued by the United States District Court for the Eastern District of Washington on _____ in the case of Security National Insurance Company v. Construction Associates of Spokane, et. al., No. 2:20-cv-00167-SMJ. I agree to comply with and to be bound by all the terms of this Stipulated Protective Order and I understand and acknowledge that failure to so comply could expose me to sanctions and punishment in the nature of contempt. I solemnly promise that I will not disclose in any manner any information or item that is subject to this Stipulated Protective Order to any person or entity except in strict compliance with the provisions of this Order. I further agree to submit to the jurisdiction of the United States District Court for the Eastern District of Washington for the purpose of enforcing the terms of this Stipulated Protective Order, even if such enforcement proceedings occur after termination of this action.

Date: _____

City and State where sworn and signed: _____

Printed name:

Signature: